

House of Representatives

General Assembly

File No. 262

January Session, 2021

Substitute House Bill No. 6442

House of Representatives, April 6, 2021

The Committee on Energy and Technology reported through REP. ARCONTI of the 109th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

AN ACT CONCERNING EQUITABLE ACCESS TO BROADBAND.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. (NEW) (*Effective July 1, 2021*) As used in this section and sections 2 to 24, inclusive, of this act:
 - (1) "Broadband Internet access service" means a mass-market retail service by wire or radio that provides the capability to transmit data to and receive data from all or substantially all Internet endpoints, including any capabilities that are incidental to and enable the operation of the communications service, but excluding dial-up Internet access service;
- 9 (2) "Broadband Internet access service provider" means any person or 10 entity that provides broadband Internet access service through facilities 11 occupying public highways or streets authorized by the Public Utilities 12 Regulatory Authority, including through a certificate of public 13 convenience and necessity, a certificate of video franchise authority, a

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14 certificate of cable franchise authority, or as a certified 15 telecommunications provider;

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- (3) "Content, applications and services" means all traffic transmitted to or from end users of a broadband Internet access service; and
- 18 (4) "End user" means any person or entity that uses a broadband 19 Internet access service.

Sec. 2. (NEW) (Effective July 1, 2021) In carrying out the provisions of this section and sections 3 to 24, inclusive, of this act, each state agency shall consider the extent to which their programs or policies provide for affordable, high-speed broadband Internet access service that is vital to the welfare and development of our society; will promote economic development in the state; will expand educational and employment opportunities for residents of the state; will improve access to telehealth services, as that term is defined in section 19a-906 of the general statutes; and will enhance the delivery of services by public, private and not-forprofit institutions and entities. Such programs and policies shall (1) ensure the universal availability and accessibility of high-speed broadband Internet access service to all residents and businesses in the state, (2) establish an advanced standard for broadband Internet access service that increases with consumer demand and technological developments, (3) ensure that broadband Internet access service is available and affordable on a nondiscriminatory basis for all segments of the state's population, regardless of income, race, ethnicity and religion, (4) study and create structures that allow partners and providers to successfully build and sustain broadband Internet access service infrastructure in all corners of the state, (5) ensure that state, municipal and private educational institutions have continual access to broadband Internet access service at all times for educational and learning purposes, (6) encourage existing and new broadband Internet access service providers to pilot and offer affordable services for residents, businesses and state and municipal governments, (7) create a regulatory environment that protects consumers and incentivizes innovation, competition and robust services from broadband Internet

47 access service providers, and (8) invest in the development of a diverse

- 48 broadband Internet access service technology workforce by
- 49 encouraging strong ties to the state's educational community to grow
- 50 the talent pipeline.
- 51 Sec. 3. (NEW) (Effective July 1, 2021) (a) The Office of Policy and
- 52 Management shall, in accordance with sections 4d-90 and 4-67p of the
- 53 general statutes and in consultation with the Department of Energy and
- 54 Environmental Protection, the Office of State Broadband, the
- 55 Department of Economic and Community Development and other state
- 56 agencies deemed appropriate by the Office of Policy and Management,
- 57 develop a plan and reporting requirements to produce up-to-date maps
- of broadband availability and upload and download speeds in the state.
- 59 Broadband Internet access service providers shall be consulted in the
- development of the plan and reporting requirements for producing and
- 61 maintaining detailed and accurate broadband maps for the state. The
- 62 Office of Policy and Management may employ outside consultants in
- 63 the development of such maps.
- 64 (b) The Commissioner of Economic and Community Development
- shall make recommendations to the Office of Policy and Management,
- 66 for inclusion in the joint report pursuant to subsection (c) of this section,
- 67 concerning the needs of the business community and economic
- 68 development.
- 69 (c) On or before January 31, 2022, the Office of Policy and
- 70 Management, the Office of State Broadband and the Department of
- 71 Energy and Environmental Protection shall jointly report to the
- 72 Governor concerning the status of the plan described in subsection (a)
- 73 of this section.
- 74 (d) The Commission for Educational Technology, established
- 75 pursuant to section 4d-80 of the general statutes, shall, in consultation
- 76 with the Department of Education, the Office of State Broadband, the
- 77 Office of Policy Management, the Connecticut State Colleges and
- 78 Universities, the Office of Higher Education and the Department of
- 79 Economic and Community Development, conduct an analysis on the

availability of broadband Internet access service and learning devices for students in prekindergarten to grade twelve, inclusive, and postsecondary education, including vocational and technical opportunities, in concert with and informed by state broadband mapping activities.

- (e) On or before July 1, 2023, the Commission for Educational Technology shall submit a report to the Governor and the General Assembly. Such report shall provide the status of the analysis required pursuant to this section.
- 88 Sec. 4. (NEW) (Effective July 1, 2021) (a) On or before January 31, 2022, 89 the Department of Energy and Environmental Protection shall, in 90 consultation with the Office of State Broadband, the Department of 91 Economic and Community Development, the Commission for 92 Educational Technology and the Office of Policy and Management, 93 establish a broadband Internet speed classification metric of (1) well 94 served, (2) adequately served, and (3) underserved communities in the 95 state to inform state policy, investment strategy and consumer 96 awareness. Such Internet speed classification metrics shall include both 97 upload and download speed metrics and other applicable standards, as 98 determined by the Department of Energy and Environmental 99 Protection, and shall be adjusted annually, as provided in subsection (c) 100 of this section, as of the following October first and each subsequent 101 October first.
- 102 (b) On or before January 31, 2022, and annually thereafter, the 103 Department of Energy and Environmental Protection, in consultation 104 with the Office of State Broadband, the Office of Policy and 105 Management and the Department of Economic and Community 106 Development, shall report on the broadband Internet speed 107 classification metrics, described in subsection (a) of this section, and 108 additional data sharing requirements developed in subsection (a) of 109 section 3 of this act, to the Governor and the joint standing committee of 110 the General Assembly having cognizance of matters relating to energy.
- 111 (c) On or before January 31, 2022, and annually thereafter, the 112 Department of Energy and Environmental Protection, in consultation

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113 with the Office of State Broadband, the Office of Policy and 114 Management and the Department of Economic and Community 115 Development shall report on the status and progress made toward a state-wide goal of attaining, on or before January 1, 2027, universal 116 117 access to (1) broadband Internet download speeds averaging one gigabit 118 per second, and (2) broadband Internet upload speeds averaging two 119 hundred megabits per second to the Governor and the joint standing 120 committee of the General Assembly having cognizance of matters 121 relating to energy, until such time as said goal is met.

- Sec. 5. (NEW) (*Effective July 1, 2021*) (a) Each broadband Internet access service provider shall maintain and make available to an Internet service account holder and to the owner of the serviced property, free of charge, records of the property's available broadband Internet upload and download speeds for the preceding twelve months of occupation.
- (b) For any such property, the property owner shall, at the time the property is publicly listed for sale or rent, disclose, upon request, the broadband Internet upload and download speeds for the preceding twelve months of occupation.
- Sec. 6. Section 16-233 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
- 133 Each town, city, borough, or fire district [or] and the Department of 134 Transportation shall have the right to occupy and use for any purpose, 135 including, but not limited to, the provision of broadband Internet access 136 service by any town, city or borough to the public in such town, city or 137 borough, either directly or through commercial arrangements with 138 third-party entities, without payment therefor, one gain upon each 139 public utility pole or in each underground communications duct system 140 installed by a public service company within the limits of any such 141 town, city, borough or district, except if a town, city or borough sells its 142 right to occupy and use said gain to a private third-party company, such 143 company shall pay any public utility pole administration or attachment 144 fees, as applicable. The location or relocation of any such gain shall be 145 prescribed by the Public Utilities Regulatory Authority. Any such gain

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shall be reserved for use by the town, city, borough, <u>or</u> fire district [or] and the Department of Transportation.

Sec. 7. Subdivision (4) of subsection (a) of section 7-536 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):

(4) "Local capital improvement project" means a municipal capital expenditure project for any of the following purposes: (A) Road construction, renovation, repair or resurfacing, (B) sidewalk and pavement improvements, (C) construction, renovation, enlargement or repair of sewage treatment plants and sanitary or storm, water or sewer lines, including separation of lines, (D) public building construction other than schools, including renovation, repair, code compliance, energy conservation and fire safety projects, (E) construction, renovation, enlargement or repair of dams, bridges and flood control projects, (F) construction, renovation, enlargement or repair of water treatment or filtration plants and water mains, (G) construction, renovation or enlargement of solid waste facilities, (H) improvements to public parks, (I) the preparation and revision of local capital improvement plans projected for a period of not less than five years and so prepared as to show the general description, need and estimated cost of each individual capital improvement, (J) improvements to emergency communications systems and building security systems, including for schools, (K) public housing projects, including renovations and improvements and energy conservation and the development of additional housing, (L) renovations to or construction of veterans' memorial monuments, (M) thermal imaging systems, (N) bulky waste and landfill projects, (O) the preparation and revision of municipal plans of conservation and development adopted pursuant to section 8-23, provided such plans are endorsed by the legislative body of the municipality not more than one hundred eighty days after adoption by the commission, (P) acquisition of automatic external defibrillators, (Q) floodplain management and hazard mitigation activities, (R) on-board oil refining systems consisting of a filtration canister and evaporation canister that remove solid and liquid contaminants from lubricating oil,

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180 (S) activities related to the planning and construction of a municipal 181 broadband network, provided the broadband Internet download speed 182 of the network shall be not less than [three hundred eighty-four 183 thousand bits per second one gigabit per second and the broadband 184 Internet upload speed of the network shall be not less than two hundred 185 megabits per second, (T) establishment of bikeways and greenways, (U) land acquisition, including for open space, and costs involved in making 186 187 land available for public uses, (V) acquisition of technology related to 188 implementation of the Department of Education's common core state standards, (W) technology upgrades, including for improvements to 189 190 expand public access to government information through electronic 191 portals and kiosks, (X) for the fiscal years ending June 30, 2013, and June 192 30, 2014, acquisition of snow removal equipment, capital expenditures 193 made to improve public safety, and capital expenditures made to 194 facilitate regional cooperation, and (Y) for hazardous tree removal or 195 trimming for nonutility-related hazardous branches, limbs and trees on 196 municipal property or within a municipal right-of-way. "Local capital 197 improvement project" means only capital expenditures and includes 198 repairs incident to reconstruction and renovation but does not include 199 ordinary repairs and maintenance of an ongoing nature. As used in this 200 subdivision, "floodplain management" and "hazard mitigation" have the 201 same meanings as provided in section 25-68j;

Sec. 8. Section 16-11 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):

The Public Utilities Regulatory Authority shall, so far as is practicable, keep fully informed as to the condition of the plant, equipment and manner of operation of all public service companies and broadband Internet access service providers in respect to their adequacy and suitability to accomplish the duties imposed upon such companies by law and in respect to their relation to the safety of the public and of the employees of such companies. The authority may order such reasonable improvements, repairs or alterations in such plant or equipment, or such changes in the manner of operation, as may be reasonably necessary in the public interest. The general purposes of this

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214 section and sections 16-19, 16-25, 16-43 and 16-47, as amended by this

- 215 <u>act,</u> are to assure to the state of Connecticut its full powers to regulate
- 216 its public service companies and broadband Internet access service
- 217 <u>providers</u>, to increase the powers of the Public Utilities Regulatory
- 218 Authority and to promote local control of the public service companies
- and broadband Internet access service providers of this state, and said
- sections shall be so construed as to effectuate these purposes.
- Sec. 9. Section 16-12 of the general statutes is repealed and the
- following is substituted in lieu thereof (*Effective July 1, 2021*):
- 223 Any person or any town, city or borough may make complaint, in
- 224 writing, to the Public Utilities Regulatory Authority, of any defects in
- any portion of the plant or equipment of any public service company,
- 226 <u>broadband Internet access service provider</u> or electric supplier, or of the
- 227 manner of operating such plant, by reason of which the public safety or
- 228 the health or safety of employees is endangered; and, if he or it so
- requests, the name of the complainant shall not be divulged unless in
- 230 the opinion of the authority the complaint is such that publicity is
- 231 demanded.
- Sec. 10. Section 16-16 of the general statutes is repealed and the
- following is substituted in lieu thereof (*Effective July 1, 2021*):
- Each public service company, broadband Internet access service
- 235 <u>provider</u> and electric supplier subject to regulation by the Public
- 236 Utilities Regulatory Authority shall, in the event of any accident
- 237 attended with personal injury or involving public safety, which was or
- 238 may have been connected with or due to the operation of its or his
- 239 property, or caused by contact with the wires of any public service
- 240 company, broadband Internet access service provider or electric
- supplier, notify the authority thereof, by telephone or otherwise, as soon
- 242 as may be reasonably possible after the occurrence of such accident,
- 243 unless such accident is a minor accident, as defined by regulations of the
- 244 authority. Each such person, company, broadband Internet access
- 245 <u>service provider</u> or electric supplier shall report such minor accidents to
- the authority in writing, in summary form, once each month. If notice of

such accident, other than a minor accident, is given otherwise than in writing, it shall be confirmed in writing within five days after the occurrence of such accident. Any person, company, broadband Internet access service provider or electric supplier failing to comply with the provisions of this section shall be fined not more than five [hundred] thousand dollars for each offense.

- Sec. 11. Section 16-47 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
- 255 (a) As used in this section and section 16-47a, (1) "holding company" 256 means any corporation, association, partnership, trust or similar 257 organization, or person which, either alone or in conjunction and 258 pursuant to an arrangement or understanding with one or more other 259 corporations, associations, partnerships, trusts or similar organizations, 260 or persons, directly or indirectly, controls a gas, electric distribution, 261 water, telephone or community antenna television company, certified 262 telecommunications provider, certified competitive video service 263 provider, certified video franchise authority provider or broadband Internet access service provider, and (2) "control" means the possession 264 265 of the power to direct or cause the direction of the management and 266 policies of a gas, electric distribution, water, telephone or community 267 antenna television company, certified telecommunications provider, 268 certified competitive video service provider, certified video franchise 269 authority provider, broadband Internet access service provider or a 270 holding company, whether through the ownership of its voting 271 securities, the ability to effect a change in the composition of its board 272 of directors or otherwise, provided, control shall not be deemed to arise 273 solely from a revocable proxy or consent given to a person in response 274 to a public proxy or consent solicitation made pursuant to and in 275 accordance with the applicable rules and regulations of the Securities 276 Exchange Act of 1934 unless a participant in said solicitation has 277 announced an intention to effect a merger or consolidation with, 278 reorganization, or other business combination or extraordinary 279 transaction involving the gas, electric distribution, water, telephone or 280 community antenna television company, certified telecommunications

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provider, certified competitive video service provider, certified video franchise authority provider, broadband Internet access service provider or the holding company. Control shall be presumed to exist if a person directly or indirectly owns ten per cent or more of the voting securities of a gas, electric distribution, water, telephone or community antenna television company, certified telecommunications provider, certified competitive video service provider, certified video franchise authority provider, broadband Internet access service provider or a holding company, provided the authority may determine, after conducting a hearing, that said presumption of control has been rebutted by a showing that such ownership does not in fact confer control.

- (b) No gas, electric distribution, water, telephone or community antenna television company, certified telecommunications provider, certified competitive video service provider, certified video franchise authority provider, broadband Internet access service provider, or holding company, or any official, board or commission purporting to act under any governmental authority other than that of this state or of its divisions, municipal corporations or courts, shall interfere or attempt to interfere with or, directly or indirectly, exercise or attempt to exercise authority or control over any gas, electric distribution, water, telephone or community antenna television company, certified telecommunications provider, certified competitive video service provider, certified video franchise authority provider or broadband Internet access service provider engaged in the business of supplying service within this state, or with or over any holding company doing the principal part of its business within this state, without first making written application to and obtaining the approval of the Public Utilities Regulatory Authority, except as the United States may properly regulate actual transactions in interstate commerce.
- (c) No corporation, association, partnership, trust or similar organization, or person shall take any action that causes it to become a holding company with control over a gas, electric distribution, water, telephone or community antenna television company, certified

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telecommunications provider, certified competitive video service provider, certified video franchise authority provider or broadband Internet access service provider engaged in the business of supplying service within this state, or acquire, directly or indirectly, control over such a holding company, or take any action that would if successful cause it to become or to acquire control over such a holding company, without first making written application to and obtaining the approval of the authority. Any such corporation, association, partnership, trust or similar organization, or person applying to the authority for such approval shall pay the reasonable expenses incurred by the authority in carrying out its duties under this subsection, and accordingly, shall deposit with the authority a bond, executed by a surety company authorized to do business in this state, in the amount of fifty thousand dollars, conditioned to indemnify the authority for such expenses.

(d) The Public Utilities Regulatory Authority shall investigate and hold a public hearing on the question of granting its approval with respect to any application made under subsection (b) or (c) of this section and thereafter may approve or disapprove any such application in whole or in part and upon such terms and conditions as it deems necessary or appropriate. In connection with its investigation, the authority may request the views of the gas, electric distribution, water, telephone or community antenna television company, certified telecommunications provider, certified competitive video service provider, certified video franchise authority provider, broadband Internet access service provider or holding company which is the subject of the application with respect to the proposed acquisition. After the filing of an application satisfying the requirements of such regulations as the authority may adopt in accordance with the provisions of chapter 54, but not later than thirty business days after the filing of such application, the authority shall give prompt notice of the public hearing to the person required to file the application and to the subject company or holding company. Such hearing shall be commenced as promptly as practicable after the filing of the application, but not later than sixty business days after the filing, and the authority shall make its determination as soon as practicable, but not later than two hundred

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days after the filing of the application, provided it may, before the end of such period and upon notifying all parties and intervenors to the proceedings, extend the period by thirty days, provided that community antenna television companies, holders of a certificate of cable franchise authority and holders of a certificate of video franchise authority shall be determined by the authority within one hundred twenty days, or unless the person required to file the application agrees to an extension of time. The authority may, in its discretion, grant the subject company or holding company the opportunity to participate in the hearing by presenting evidence and oral and written argument. If the authority fails to give notice of its determination to hold a hearing, commence the hearing, or render its determination after the hearing within the time limits specified in this subdivision, the proposed acquisition shall be deemed approved. In each proceeding on a written application submitted under said subsection (b) or (c), the authority shall, in a manner which treats all parties to the proceeding on an equal basis, take into consideration (1) the financial, technological and managerial suitability and responsibility of the applicant, (2) the ability of the gas, electric distribution, water, telephone or community antenna television company, certified telecommunications provider, certified competitive video service provider, certified video franchise authority provider, broadband Internet access service provider or holding company which is the subject of the application to provide safe, adequate and reliable service to the public through the company's plant, equipment and manner of operation if the application were to be approved, and (3) for an application concerning a telephone company, the effect of approval on the location and accessibility of management and operations and on the proportion and number of state resident employees. The authority shall only grant its approval of an application filed on or after January 1, 2021, made under subsection (c) of this section, if the holding company effects a change in the composition of the board of directors to include a proportional percentage of Connecticut-based directors equivalent to the percentage that Connecticut service areas represent of the total service areas covered by the holding company.

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(e) During any proceeding under subsection (b) or (c) of this section, the authority may order any party to such proceeding and the officers, directors, employees and agents of such party to refrain for a specific time period from communicating, directly or indirectly, with the record and beneficial owners of securities of the gas, electric distribution, water, telephone or community antenna television company, certified telecommunications provider, certified competitive video service provider, certified video franchise authority provider, broadband Internet access service provider or holding company which is the subject of such proceedings, in regard to the matters submitted to the authority for its approval under said subsection (b) or (c). If the authority issues such an order, it shall also order all other parties to the proceeding and the officers, directors, employees and agents of such parties to refrain for the same time period from communicating, directly or indirectly, with such record and beneficial owners of such securities, in regard to such matters. No order issued pursuant to this subsection shall prohibit any party from complying with disclosure and reporting obligations under any other provision of the general statutes or under federal law.

- (f) Each holding company shall, not later than three months after the close of its fiscal year, annually, file with the authority a copy of its annual report to stockholders for such fiscal year. If the holding company does not print such an annual report, it shall file instead, not later than the same date, a comprehensive audit and report of its accounts and operations prepared by an independent public accounting firm approved by the authority. The provisions of this subsection shall not apply to any holding company in the form of a person.
- (g) Any action contrary to the provisions of subsections (b) or (c) of this section shall be voidable on order of the authority.
- (h) Whenever any corporation, association, partnership, trust or similar organization, or person takes or engages in any action which may or would violate subsection (b) or (c) of this section or any order adopted pursuant to said subsection (b) or (c), the Superior Court, upon application of the authority or any holding company or gas, electric

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distribution, water, telephone or community antenna television company, certified telecommunications provider, certified competitive video service provider, certified video franchise authority provider or broadband Internet access service provider affected by such action, may enjoin any such corporation, association, partnership, trust or similar organization, or person from continuing or doing any act in violation of said subsection (b) or (c) or may otherwise enforce compliance with said subsection (b) or (c), including but not limited to, the reinstatement of authority or control over the holding company or gas, electric distribution, water, telephone or community antenna television company, certified telecommunications provider, certified competitive video service provider, certified video franchise authority provider, broadband Internet access service provider or holding company to those persons who exercised authority or control over such company before such action.

- (i) The provisions of this section shall not be construed to require any person to make written application to or obtain the approval of the authority with respect to any telephone company or holding company of a telephone company over which such person exercises authority or control or operates as a holding company on June 30, 1987.
- Sec. 12. Section 16-49 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
- 440 (a) As used in this section:

(1) "Company" means (A) any public service company other than a telephone company, that had more than one hundred thousand dollars of gross revenues in the state in the calendar year preceding the assessment year under this section, except any such company not providing service to retail customers in the state, (B) any telephone company that had more than one hundred thousand dollars of gross revenues in the state from telecommunications services in the calendar year preceding the assessment year under this section, except any such company not providing service to retail customers in the state, (C) any certified telecommunications provider that had more than one hundred

of thousand dollars in the gross revenues state from telecommunications services in the calendar year preceding the assessment year under this section, except any such certified telecommunications provider not providing service to retail customers in the state, (D) any electric supplier that had more than one hundred thousand dollars of gross revenues in the state in the calendar year preceding the assessment year under this section, except any such supplier not providing electric generation services to retail customers in the state, [or] (E) any certified competitive video service provider issued a certificate of video franchise authority by the Public Utilities Regulatory Authority in accordance with section 16-331e that had more than one hundred thousand dollars of gross revenues in the state in the calendar year preceding the assessment year under this section, except any such certified competitive video service provider not providing service to retail customers in the state, or (F) any broadband Internet access service provider that had more than one hundred thousand dollars of gross revenues in the state from broadband Internet access services in the calendar year preceding the assessment year under this section;

- (2) "Telecommunications services" means (A) in the case of telecommunications services provided by a telephone company, any service provided pursuant to a tariff approved by the authority other than wholesale services and resold access and interconnections services, and (B) in the case of telecommunications services provided by a certified telecommunications provider other than a telephone company, any service provided pursuant to a tariff approved by the authority and pursuant to a certificate of public convenience and necessity; and
- (3) "Fiscal year" means the period beginning July first and ending June thirtieth.
 - (b) On or before July 15, 1999, and on or before May first, annually thereafter, each company shall report its intrastate gross revenues of the preceding calendar year to the Public Utilities Regulatory Authority, which amount shall be subject to audit by the authority. For each fiscal

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year, each company shall pay the authority the company's share of all expenses of the department's Bureau of Energy and Technology, the Office of Consumer Counsel, the Office of Policy and Management's expenses related to the duties under sections 3 and 4 of this act, and the operations of the Public Utilities Regulatory Authority for such fiscal year. On or before September first, annually, the authority shall give to each company a statement which shall include: (1) The amount appropriated to the department's Bureau of Energy and Technology, the Office of Consumer Counsel, the Office of Policy and Management's expenses related to the duties under sections 3 and 4 of this act, and the operations of the Public Utilities Regulatory Authority for the fiscal year beginning July first of the same year; (2) the total gross revenues of all companies; and (3) the proposed assessment against the company for the fiscal year beginning on July first of the same year, adjusted to reflect the estimated payment required under subdivision (1) of subsection (c) of this section. Such proposed assessment shall be calculated by multiplying the company's percentage share of the total gross revenues as specified in subdivision (2) of this subsection by the total revenue appropriated to the department's Bureau of Energy and Technology, the Office of Consumer Counsel, the Office of Policy and Management's expenses related to the duties under sections 3 and 4 of this act, and the operations of the Public Utility Regulatory Authority, as specified in subdivision (1) of this subsection.

(c) Each company shall pay the authority: (1) On or before June thirtieth, annually, an estimated payment for the expenses of the following year equal to twenty-five per cent of its assessment for the fiscal year ending on such June thirtieth, (2) on or before September thirtieth, annually, twenty-five per cent of its proposed assessment, adjusted to reflect any credit or amount due under the recalculated assessment for the preceding fiscal year, as determined by the authority under subsection (d) of this section, provided if the company files an objection in accordance with subsection (e) of this section, it may withhold the amount stated in its objection, and (3) on or before the following December thirty-first and March thirty-first, annually, the remaining fifty per cent of its proposed assessment in two equal

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(d) Immediately following the close of each fiscal year, the authority shall recalculate the proposed assessment of each company, based on the expenses, as determined by the Comptroller, of the department's Bureau of Energy and Technology, the Office of Consumer Counsel, the Office of Policy and Management's expenses related to the duties under sections 3 and 4 of this act, and the operations of the Public Utilities Regulatory Authority for such fiscal year. On or before September first, annually, the authority shall give to each company a statement showing the difference between its recalculated assessment and the amount previously paid by the company.

- (e) Any company may object to a proposed or recalculated assessment by filing with the authority, not later than September fifteenth of the year of said assessment, a petition stating the amount of the proposed or recalculated assessment to which it objects and the grounds upon which it claims such assessment is excessive, erroneous, unlawful or invalid. After a company has filed a petition, the authority shall hold a hearing. After reviewing the company's petition and testimony, if any, the authority shall issue an order in accordance with its findings. The company shall pay the authority the amount indicated in the order not later than thirty days after the date of the order.
- (f) The authority shall remit all payments received under this section to the State Treasurer for deposit in the Consumer Counsel and Public Utility Control Fund established under section 16-48a. Such funds shall be accounted for as expenses recovered from public service companies, broadband Internet access service providers and certified telecommunications providers. All payments made under this section shall be in addition to any taxes payable to the state under chapters 211, 212, 212a and 219.
 - (g) Any assessment unpaid on the due date or any portion of an assessment withheld after the due date under subsection (c) of this section shall be subject to interest at the rate of one and one-fourth per cent per month or fraction thereof, or fifty dollars, whichever is greater.

552 (h) Any company that fails to report in accordance with this section 553 shall be subject to civil penalties in accordance with section 16-41.

- Sec. 13. (NEW) (*Effective July 1, 2021*) (a) The Public Utilities Regulatory Authority shall receive, process and record consumer and business complaints for each broadband Internet access service provider.
 - (b) A broadband Internet access service provider shall implement a process for handling inquiries from the authority and customer inquiries, billing issues, service issues and other complaints. In the event an issue is not resolved through such process, a customer may request of the authority a confidential, nonbinding mediation with the broadband Internet access service provider, and a designated member of the authority staff shall serve as the mediator. If the mediation is unsuccessful, the customer may file a formal complaint with the authority. If the provider is found to be in noncompliance with any provision of this section, the authority shall order such provider to remedy such noncompliance within a reasonable period of time. Failure to comply may subject the provider to civil penalties under section 16-41 of the general statutes and injunctive relief under section 16-10 of the general statutes.
 - Sec. 14. (NEW) (*Effective July 1, 2021*) No broadband Internet access service provider shall (1) block, restrict or interfere with an end user's use of nonharmful devices, (2) interfere with an end user's ability to select a broadband Internet access service provider, or (3) deny a potential customer broadband Internet access service based on discriminatory financial terms, credit scores or arrearage on charges for other services offered by the broadband Internet access service provider.
 - Sec. 15. (NEW) (*Effective July 1, 2021*) (a) Broadband Internet access service providers shall restore broadband Internet access service to such provider's customers within twenty-four hours after the restoration of electrical service following an electrical outage, unless the Public Utilities Regulatory Authority provides an extension of time due to the severity of a weather, or other catastrophic, event.

(b) Notwithstanding any provision of the general statutes, each broadband Internet access service provider shall provide to any affected customer a credit or refund, on the balance of such customer's account, for any outage, continuous or intermittent, of broadband Internet access service that occurs for such customer for more than twenty-four consecutive hours, unless the outage was caused by such customer.

- (c) Any broadband Internet access service provider with a service outage of more than twenty-four consecutive hours, not caused by the affected customer, shall file a report with the authority and the Office of State Broadband within fifteen days of such service outage.
- (d) On or before December 31, 2021, the authority shall initiate a proceeding to investigate the resiliency of service and infrastructure provided by wireline cable, telecommunications and broadband Internet access service providers to ensure proper planning for the timely restoration of broadband Internet access services following electrical or other outages.
- Sec. 16. (NEW) (*Effective July 1, 2021*) (a) At the time of initial activation of broadband Internet access service, and annually thereafter or upon request, each broadband Internet access service provider shall provide each customer with a notice (1) listing all available options for broadband Internet access service, including upload and download speeds, (2) charges for each option of broadband Internet access service, (3) credit policies, including any finance charges or late payment charges, and (4) a description of network management practices related to an end user's usage of broadband Internet access service.
- (b) Not less than thirty days prior to implementing any changes to (1) charges for broadband Internet access service or equipment use, (2) upload or download speeds, and (3) network management practices related to an end user's usage of broadband Internet access service, each broadband Internet access service provider shall inform the Public Utilities Regulatory Authority, the Department of Energy and Environmental Protection, the chairpersons of the joint standing committee of the General Assembly having cognizance of matters

relating to energy, the Office of State Broadband and each customer within the affected service area.

Sec. 17. (NEW) (Effective July 1, 2021) On or before March 1, 2022, and annually thereafter, each broadband Internet access service provider shall file a report with the Public Utilities Regulatory Authority, the Department of Energy and Environmental Protection, the chairpersons of the joint standing committee of the General Assembly having cognizance of matters relating to energy, the Office of State Broadband and the Department of Economic and Community Development concerning its operations within the state, including availability of broadband Internet access service areas, broadband Internet upload and download speeds in each service area, service outages and other requirements as determined by the authority. Such annual report shall be provided in a form designated by the authority, in consultation with the Department of Energy and Environmental Protection, the Department of Economic and Community Development and the Office of State Broadband.

- Sec. 18. Section 16-331f of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
 - [(a) The Public Utilities Regulatory Authority shall not require a certified competitive video service provider to comply with any facility build-out requirements or provide video service to any customer using any specific technology. The Public Utilities Regulatory Authority shall initiate a contested case proceeding, in accordance with the provisions of chapter 54, three years after the issuance of the certificate of video franchise authority to such provider to investigate the availability of the certified competitive video service provider's video services and report its findings to the joint standing committee of the General Assembly having cognizance of matters relating to energy and technology.]
 - (a) On or before September 30, 2022, each certified competitive video service provider shall submit an affidavit to the Public Utilities Regulatory Authority, the Department of Energy and Environmental Protection, the chairpersons of the joint standing committee of the

651 General Assembly having cognizance of matters relating to energy, the

- 652 Office of State Broadband and the Department of Economic and
- 653 Community Development certifying that the provider has facilities in
- 654 <u>the public highways, streets or other public rights-of-way, in its service</u>
- areas, capable of providing video service, and all other services that the
- 656 provider offers, to each residential, governmental and commercial
- address. Any such provider may consider the use of existing state
- broadband assets to comply with this section.
- (b) The authority shall not impose any provision regulating rates
- 660 charged by certified competitive video service providers for video
- 661 <u>service</u>, or impose any other requirements or conditions <u>for video</u>
- 662 <u>service</u>, except as set forth in sections 16-331e to 16-331o, inclusive.
- [(c) The rights and responsibilities under section 16-333a regarding
- service and wiring to multiunit residential buildings shall apply to a
- 665 certified competitive video service provider.]
- 666 (c) No certified competitive video service provider may assess a
- 667 contribution in aid of construction or any other charge to any potential
- customer for the build out of any facilities in the public highways, streets
- 669 <u>or other public rights-of-way.</u>
- (d) Upon failure to comply with subsection (a) or (c) of this section,
- the authority may impose civil penalties pursuant to sections 16-41 and
- 672 16-3310 and undertake a proceeding to revoke the certificate of video
- 673 <u>franchise authority for substantial noncompliance pursuant to section</u>
- 674 16-331o.
- Sec. 19. Section 16-331q of the general statutes is repealed and the
- 676 following is substituted in lieu thereof (*Effective July 1, 2021*):
- [(a) The Public Utilities Regulatory Authority shall not require a
- 678 company issued a certificate of cable franchise authority to comply with
- any facility build-out requirements or provide community antenna
- 680 television service or video service to any customer using any specific
- 681 technology.]

(a) On or before September 30, 2022, each holder of a certificate of 682 683 cable franchise authority shall submit an affidavit to the Public Utilities Regulatory Authority, the Department of Energy and Environmental 684 685 Protection, the chairpersons of the joint standing committee of the 686 General Assembly having cognizance of matters relating to energy, the 687 Office of State Broadband and the Department of Economic and 688 Community Development certifying that the provider has facilities in the public highways, streets or other public rights-of-way, in its service 689 690 areas, capable of providing video service, and all other services that the 691 provider offers, to each residential, governmental and commercial 692 address. Any such provider may consider the use of existing state broadband assets to comply with this section. 693

- (b) No holder of a certificate of cable franchise authority may assess a contribution in aid of construction or any other charge to any potential customer for the build out of any facilities in the public highways, streets or other public rights-of-way.
- (c) Upon failure to comply with subsection (a) or (b) of this section,
 the authority may impose civil penalties pursuant to sections 16-41 and
 16-331aa and undertake a proceeding to revoke the certificate of cable
 franchise authority for substantial noncompliance pursuant to section
 16-331aa.
- [(b)] (d) The Public Utilities Regulatory Authority shall not impose any provision regulating rates charged by a community antenna television company holding a certificate of cable franchise authority, except as set forth in federal law.
- Sec. 20. (NEW) (*Effective July 1, 2021*) (a) As used in this section:
- (1) "Make-ready" means the modification or replacement of a public utility pole, or of the lines or equipment on the public utility pole, to accommodate additional facilities on the pole; and
- 711 (2) "One-touch make-ready" means make-ready in which the person 712 attaching new equipment to a public utility pole performs all of the

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- 713 make-ready work.
- 714 (b) On or before January 31, 2022, the Public Utilities Regulatory
- 715 Authority shall develop a process in an uncontested proceeding for the
- 716 construction of facilities in the public highways, streets or other public
- 717 rights-of-way to ensure timely and nondiscriminatory procedures that
- 718 accomplish public utility pole attachments and conduit excavations for
- 719 telecommunications service providers and broadband Internet access
- 720 service providers.
- 721 (c) On or before January 31, 2022, the authority shall develop a one-
- 722 touch make-ready process in an uncontested proceeding for
- 723 attachments of telecommunications service and broadband Internet
- access service facilities on public utility poles to be implemented by the
- owners of such public utility poles.
- 726 (d) On or before January 1, 2022, the authority shall submit a report
- 727 to the joint standing committee of the General Assembly having
- 728 cognizance of matters relating to energy, the Office of State Broadband,
- 729 the Department of Energy and Environmental Protection, the
- 730 Department of Economic and Community Development and the
- 731 Department of Transportation. Such report shall include the authority's
- fully developed one-touch make-ready process.
- (e) Upon application by the Internet access service providers for the
- 734 construction of underground facilities that will contain conduit for
- 735 telecommunications service providers or broadband Internet access
- 736 service providers, the authority shall condition any approval of such
- 737 application on the following conditions:
- 738 (1) The size of such conduit shall be consistent with industry best
- 739 practices and sufficient to accommodate potential demand;
- 740 (2) Any handholes and manholes for fiber optic cable access and
- 741 pulling with respect to each such practice shall be placed at intervals
- 742 consistent with industry best practices;
- 743 (3) Such conduit shall be installed with a pull tape and capabilities of

744 supporting additional fiber optic cable;

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- 745 (4) The applicant shall notify telecommunications service providers 746 and broadband Internet access service providers of the proposed 747 excavation to reduce the potential for future street excavations in the 748 same location;
- 749 (5) Any requesting telecommunications service provider or 750 broadband Internet access service provider shall be able to access such 751 conduit on a competitively neutral and nondiscriminatory basis and for 752 a charge not to exceed a cost-based rate; and
 - (6) The applicant shall report to the authority upon completion of any approved construction verifying that it has complied with the provisions of this subsection.
 - (f) For excavations in the state highway rights-of-way, the applicant shall comply with the Department of Transportation's encroachment permit process, including the payment of any applicable fees. Any application for construction in the public highways, streets or other public rights-of-way shall require the applicant to install a conduit for the benefit of the Department of Transportation, as required by section 16-233 of the general statutes, as amended by this act.
 - (g) The Commissioner of Transportation is authorized to lease space, or enter into any other contract or agreement to permit access to such space, in any conduit installed by the Department of Transportation in the public highways, streets or other public rights-of-way on such terms and conditions, and for any purpose, deemed to be in the public interest by said commissioner.
 - (h) Nothing in this section shall be construed to limit the use of conduit by the Department of Transportation on public highways, streets or other public rights-of-way as otherwise permitted by law.
 - (i) Any applicant for a public utility pole attachment license made to the owner or custodian of a public utility pole shall be granted a temporary license within thirty days of submitting a complete license

application and a permanent license within ninety days of submitting a complete license application.

- (j) The authority shall establish an expedited dispute resolution process to address any issues that may arise between an individual attaching telecommunications service or broadband Internet access service facilities on a public utility pole and the owner or custodian of such pole.
- (k) All public service companies, as defined by section 16-1 of the general statutes, and other persons that are authorized by the authority to install facilities in, under or over the public highways, streets or other public rights-of-way shall obey, observe and comply with this section and each applicable order made by the authority with respect to pole attachments and underground conduit. Failure to comply with this section or applicable orders of the authority may result in a fine of not more than one hundred thousand dollars for a wilful violation or not more than fifty thousand dollars for any other violations. The authority shall impose any such civil penalty in accordance with the procedure established in section 16-41 of the general statutes. Any such fines shall not be recoverable costs in any rate proceeding conducted by the authority.
- Sec. 21. (NEW) (*Effective July 1, 2021*) Each broadband Internet access service provider shall have the same right of access to an occupied building, as defined in section 16-247*l* of the general statutes, as afforded to certified telecommunications service providers under section 16-247*l* of the general statutes.
- Sec. 22. Section 16-247r of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2021*):
 - No telephone company or certified telecommunications provider, as defined in section 16-1, or broadband Internet access service provider shall refuse to provide telecommunications services or broadband Internet access services to, or refuse to negotiate to provide such services to any customer because of age, race, creed, color, national origin,

807 ancestry, sex, gender identity or expression, marital status, sexual 808 orientation, lawful source of income, economic status, disability or 809 familial status. No telephone company, [or] certified telecommunications provider or broadband Internet access service 810 811 provider shall decline to provide telecommunications services or 812 broadband Internet access services to a customer for the sole reason that 813 the customer is located in an economically distressed geographic area 814 or the customer qualifies for hardship status under section 16-262c, as 815 amended by this act, or any other provision of federal or state law. No 816 telephone company, [or] certified telecommunications provider or 817 broadband Internet access service provider shall terminate or refuse to 818 reinstate telecommunications services or broadband Internet access 819 services except in accordance with the provisions of this title. An 820 affected person may seek enforcement of this requirement by filing a 821 complaint with the Public Utilities Regulatory Authority. A 822 municipality within which the potential broadband Internet access 823 service customer resides, or the Office of State Broadband, may be 824 considered an affected person for purposes of this section.

- Sec. 23. Subsection (a) of section 16-262c of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1*, 2021):
- 828 (a) Notwithstanding any other provision of the general statutes no 829 electric distribution, gas, telephone or water company, no electric 830 supplier or certified telecommunications provider, no broadband 831 Internet access service provider and no municipal utility furnishing 832 electric, gas, telephone or water service shall cause cessation of any such 833 service by reason of delinquency in payment for such service (1) on any 834 Friday, Saturday, Sunday, legal holiday or day before any legal holiday, 835 electric provided such company, supplier, certified 836 telecommunications provider, broadband Internet access service 837 provider or municipal utility may cause cessation of such service to a 838 nonresidential account on a Friday which is not a legal holiday or the 839 day before a legal holiday when the business offices of the company, 840 electric supplier, certified telecommunications provider, broadband

<u>Internet access service provider</u> or municipal utility are open to the public the succeeding Saturday, (2) at any time during which the business offices of said company, electric supplier, certified telecommunications provider, broadband Internet access service <u>provider</u> or municipal utility are not open to the public, or (3) within one hour before the closing of the business offices of said company, electric supplier or municipal utility.

Sec. 24. (NEW) (*Effective July 1, 2021*) The State Building Inspector and the Codes and Standards Committee shall, in accordance with section 29-252b of the general statutes, revise the State Building Code to include provisions requiring buildings that qualify as a new construction or a major alteration of a commercial or multifamily building to include a minimum infrastructure requirement to support broadband Internet access service. The State Building Inspector and the Codes and Standards Committee shall define such minimum infrastructure requirements in such revisions.

This act shall take effect as follows and shall amend the following sections:					
Section 1	July 1, 2021	New section			
Sec. 2	July 1, 2021	New section			
Sec. 3	July 1, 2021	New section			
Sec. 4	July 1, 2021	New section			
Sec. 5	July 1, 2021	New section			
Sec. 6	July 1, 2021	16-233			
Sec. 7	July 1, 2021	7-536(a)(4)			
Sec. 8	July 1, 2021	16-11			
Sec. 9	July 1, 2021	16-12			
Sec. 10	July 1, 2021	16-16			
Sec. 11	July 1, 2021	16-47			
Sec. 12	July 1, 2021	16-49			
Sec. 13	July 1, 2021	New section			
Sec. 14	July 1, 2021	New section			
Sec. 15	July 1, 2021	New section			
Sec. 16	July 1, 2021	New section			
Sec. 17	July 1, 2021	New section			
Sec. 18	July 1, 2021	16-331f			

Sec. 19	July 1, 2021	16-331q
Sec. 20	July 1, 2021	New section
Sec. 21	July 1, 2021	New section
Sec. 22	July 1, 2021	16-247r
Sec. 23	July 1, 2021	16-262c(a)
Sec. 24	July 1, 2021	New section

Statement of Legislative Commissioners:

Throughout the bill, technical changes were made for clarity and conformity to standard drafting conventions and in Section 23, the word "no" was deleted for internal consistency.

ET Joint Favorable Subst. -LCO

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 22 \$	FY 23 \$
Resources of the General Fund	GF - Revenue	See Below	See Below
	Gain		
Various State Agencies	CC&PUCF -	See Below	See Below
	Revenue Gain		
Public Utility Control, Dept.	CC&PUCF - Cost	1,589,720	1,637,400
Department of Energy and	CC&PUCF - Cost	506,500	521,700
Environmental Protection			
Policy & Mgmt., Off.	CC&PUCF - Cost	469,400	381,500
Consumer Counsel	CC&PUCF - Cost	352,800	363,400

Note: CC&PUCF=Consumer Counsel and Public Utility Control Fund; GF=General Fund

Municipal Impact:

Municipalities	Effect	FY 22 \$	FY 23 \$
Various Municipalities	See Below	See Below	See Below

Explanation

The bill establishes several requirements related to the regulation and development of broadband and results in a cost of approximately \$2.9 million in FY 22 and FY 23 to the Office of Policy and Management (OPM), the Public Utilities Regulatory Authority (PURA), the Department of Energy and Environmental Protection (DEEP), and the Office of Consumer Counsel (OCC). The bill also results in a corresponding revenue gain by requiring that certain broadband companies pay assessments to the Consumer Counsel and Public Utility Control Fund to offset costs.

The bill includes broadband service companies under the regulation

of the PURA. Regulating broadband companies will require PURA to hire 10 additional staff related to caseload increases, broadband research, and technical analysis. The total estimated salaries and fringe benefit costs of the additional staff is an estimated \$1,589,720 in FY 22 and \$1,637,400 in FY 23. ¹

To fulfill the requirements under Section 2 of the bill, DEEP will need to hire 3 additional staff members for policy development and the creation of a service metric related to broadband at a total cost of \$506,500 in FY 22 and \$521,700 in FY 23. Similarly, it is anticipated that the Office of Consumer Counsel will need to hire 2 staff members for consumer advocacy and caseload increases for broadband related PURA proceedings.

Section 3 requires the Office of Policy and Management to develop maps of broadband availability and upload and download speeds across the state, resulting in a cost of \$469,399 in FY 22 and \$381,452 in FY 23 for consulting costs related to the development of broadband maps.

Section 7 allows municipalities to use LoCIP funding for the construction of a high-speed municipal broadband network. To the extent that municipalities use their LoCIP funding for this purpose, this at least partially offsets the cost to a municipality for the construction of such a network.

Section 12 of the bill includes broadband companies with annual gross revenue of at least \$100,000 to pay assessments to the PUC fund to defray the costs resulting from the bill. There is a corresponding equivalent revenue gain to the PUC fund, as determined by assessments levied on such companies by PURA.

sHB6442 / File No. 262

¹ The fringe benefit costs for employees funded out of other appropriated funds are budgeted within the fringe benefit account of those funds, as opposed to the fringe benefit accounts within the Office of the State Comptroller. The estimated active employee fringe benefit cost associated with most personnel changes for other appropriated fund employees is 95.57% of payroll in FY 22 and FY 23.

To the extent that the regulation of broadband companies results in civil penalties levied by PURA, there is a corresponding revenue gain to the General Fund equal to the amount in fines paid.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

OLR Bill Analysis sHB 6442

AN ACT CONCERNING EQUITABLE ACCESS TO BROADBAND.

SUMMARY

This bill contains numerous provisions related to broadband Internet access service (referred to as "broadband service" below) and broadband Internet access service providers ("broadband providers"). Among other things, it:

- 1. sets certain goals that state agencies must consider when implementing the bill;
- 2. requires the Office of Policy and Management (OPM) to develop state broadband availability maps and the Department of Energy and Environmental Protection (DEEP) to develop broadband speed metrics;
- 3. requires property owners to disclose, upon request, their property's Internet speeds when they publicly list it for sale or rent;
- 4. allows municipalities to use grants from the Local Capital Improvement Program to build a municipal broadband network that meets certain speed requirements;
- 5. allows the Public Utilities Regulatory Authority (PURA) to exercise certain elements of its regulatory powers over broadband providers;
- 6. requires broadband providers to pay into the Public Utility Control Fund:
- 7. requires broadband providers to refund customers for service

outages that last more the 24 hours;

8. requires PURA to develop a "one-touch make-ready" procedure for attaching additional equipment to utility poles; and

9. limits the days and times when a broadband provider can terminate a customer's service due to delinquent payments.

Under the bill, "broadband Internet access service" is a mass-market retail service by wire or radio that provides the capability to transmit data to, and receive data from, all or substantially all Internet endpoints, including any capabilities that are incidental to and enable the service's operation, but excluding dial-up Internet access service. A "broadband Internet access service provider" is an entity that provides broadband Internet access service through facilities occupying public highways or streets authorized by PURA, including through a certificate of public convenience and necessity, a certificate of video franchise authority, a of cable franchise authority, certificate or as telecommunications provider (see BACKGROUND). (Presumably, these definitions apply throughout the bill, although the bill limits their applicability to Section 1.)

EFFECTIVE DATE: July 1, 2021

§ 2 — GENERAL AGENCY DIRECTIVES

The bill requires state agencies, in carrying out the bill's provisions, to consider the extent to which their programs or policies provide for affordable, high-speed broadband service and will (1) promote the state's economic development; (3) expand educational and employment opportunities for state residents; (4) improve access to telehealth services; and (5) enhance service delivery by public, private, and not-for-profit institutions and entities.

Under the bill, these programs and policies must:

1. ensure the universal availability and accessibility of high-speed broadband service to all state residents and businesses;

2. establish an advanced standard for broadband service that increases with consumer demand and technological developments;

- 3. ensure that broadband service is available and affordable on a nondiscriminatory basis for all segments of the state's population, regardless of income, race, ethnicity, and religion;
- 4. study and create structures that allow partners and providers to successfully build and sustain broadband service infrastructure in all corners of the state;
- 5. ensure that state, municipal, and private educational institutions have continual access to broadband service at all times for educational and learning purposes;
- 6. encourage existing and new broadband providers to pilot and offer affordable services for residents, businesses, and state and municipal governments;
- 7. create a regulatory environment that protects consumers and incentivizes innovation, competition, and robust services from broadband providers; and
- 8. invest in developing a diverse broadband service technology workforce by encouraging strong ties to the state's educational community to grow the talent pipeline.

§ 3 — BROADBAND MAPPING

The bill requires OPM, in consultation with DEEP, the Office of State Broadband (OSB), the Department of Economic and Community Development (DECD) and other state agencies it deems appropriate, to develop a plan and reporting requirements to produce up-to-date maps of broadband availability and upload and download speeds in the state. It must do this in accordance with the state laws on geospatial information systems and the state data plan. OPM, OSB, and DEEP must jointly report on the plan's status to the governor by January 31, 2022.

The bill requires that broadband providers be consulted in developing the plan and reporting requirements for producing and maintaining detailed and accurate broadband maps. It allows OPM to employ outside consultants to develop the maps. It also requires the DECD commissioner to make recommendations about the needs of the business community and economic development, which OPM must include in the joint report.

The bill requires the Commission for Educational Technology (CET) to analyze the availability of broadband service and learning devices for students in pre-K to grade twelve and post-secondary education, including vocational and technical opportunities. It must do so in concert with, and informed by, the state broadband mapping activities, and in consultation with the Department of Education (DOE), OSB, OPM, the Connecticut State Colleges and Universities, the Office of Higher Education, and DECD. CET must report the status of its analysis to the governor and legislature by July 1, 2023.

§ 4 — BROADBAND SPEED METRICS

The bill requires DEEP, by January 31, 2022, to establish a broadband Internet speed classification metric of (1) well served, (2) adequately served, and (3) underserved communities in the state, to inform state policy, investment strategy and consumer awareness. It must do so in consultation with OSB, DECD, CET, and OPM. The metrics must include both upload and download speed metrics and other applicable standards, as DEEP determines.

By January 31, 2022, DEEP, in consultation with OSB, OPM, and DECD, must begin annually reporting on the metrics to the governor and the Energy and Technology Committee. The report must also include additional data sharing requirements developed in the plan and reporting requirements to produce broadband maps (see § 3).

Also, by January 31, 2022, DEEP, in consultation with OSB, OPM, and DECD, must begin annually reporting on the status and progress made towards a state-wide goal of attaining, by January 1, 2027, universal

access to (1) broadband Internet download speeds averaging one gigabit per second, and (2) broadband Internet upload speeds averaging two hundred megabits per second. DEEP must submit the annual report to the governor and Energy and Technology Committee until the goal has been met. The bill requires the broadband Internet speed classifications be adjusted each October 1, based on this report.

§ 5 — DISCLOSURE OF A PROPERTY'S INTERNET SPEEDS

The bill requires each broadband provider to (1) maintain records of a property's available broadband Internet upload and download speeds for the preceding twelve months of occupation and (2) make them available to the property's Internet service account holder and to the serviced property's owner for free.

It also requires a property owner to disclose the property's upload and download speeds for the preceding twelve months of occupation, upon request, when the property is publicly listed for sale or rent.

§§ 6-7 — MUNICIPAL BROADBAND

The Municipal Gain (§ 6)

The law gives each municipality (town, city, borough, or fire district) and the Department of Transportation (DOT), a right to occupy, for free, one position ("gain") on any utility pole or underground communications duct within the municipality for any purpose. The bill specifies that this may include providing broadband Internet access service to the public in the municipality, either directly or through commercial arrangements with third parties. But if a municipality sells its right to occupy and use the gain to a third-party company, the company must pay any applicable public utility pole administration or attachment fees.

Local Capital Improvement Funds (§ 7)

Current law allows Local Capital Improvement Program (LoCIP) grants to fund activities related to planning a municipal broadband network with a speed of at least 384 megabits per second (Mbps). The bill allows the grants to also be used for constructing the network but

raises the network's required speed to one gigabit per second for Internet downloads and 200 Mbps for Internet uploads.

Under the LoCIP, municipalities must apply to OPM for formulabased entitlement grants that may be used for various specified capital projects, including improvements to roads and sidewalks, building security systems, and technology upgrades (CGS § 7-535 et seq.).

§§ 8-10 & 12 — PURA JURISDICTION OVER PROVIDERS General Authority (§ 8)

Current law generally requires PURA to keep fully informed about the condition of a regulated utility company's facilities and equipment with respect to (1) their ability to meet their legal duties and (2) the safety of their employees and the public. The bill extends PURA's responsibility for this to also cover broadband providers.

In doing so, it allows PURA to order reasonable improvements, repairs, or alterations to the providers' facilities and equipment, and changes in a provider's way of operating, as may be reasonably needed in the public interest. The bill also specifies that the general purpose of this provision and the provision on holding companies (see below) is to (1) assure that the state has its full powers to regulate broadband Internet access service providers, (2) increase PURA's powers, and (3) promote local control of broadband providers, and that they must be construed to effectuate these purposes.

Complaints (§ 9)

The bill allows individuals and municipalities to make a written complaint to PURA about any defects in a broadband provider's facilities or equipment, or how it is being operated, if it is endangering public safety or the health and safety of employees. Current law allows this for the facilities and equipment of regulated utility companies. As under the current law, if the complainant requests it, PURA must not disclose the complainant's name except under certain limited circumstances.

Accident Notification (§ 10)

The bill extends current laws' requirements for regulated utility company accident reporting to cover broadband providers. Among other things, this requires a provider to notify PURA about any accident involving a personal injury or public safety that was or may have been connected with or due to the operation of its property or caused by contact with its wires. The provider must notify PURA as soon as reasonably possible after the accident occurs, unless it is a minor accident, as defined in PURA's regulations.

Fines. The bill also increases, from \$500 to \$5,000, the maximum fine that may be imposed on any person, regulated utility company, broadband provider, or electric supplier that fails to comply with law's accident notification requirements.

General Enforcement Powers (§ 12)

By subjecting broadband providers that have more than \$100,000 in annual gross revenues to the Public Utility Control Fund assessment (see § 12 below), the bill also brings these providers under PURA's general enforcement powers for public service companies. Thus, the broadband providers must obey, observe, and comply with all applicable provisions of the laws and regulations on public service companies. And if PURA finds that they failed to do so, it must fine them as required by the applicable law, or if no penalty is prescribed, up to \$10,000 for each offense, or up to \$40,000 for failure to comply with an order from PURA. Under the bill, the same notice and procedural requirements that apply to public service companies for these penalties also apply to the covered broadband providers.

§ 11 — PURA REVIEW OF HOLDING COMPANIES

Current law requires PURA's review and approval when:

- a utility company, holding company, or out-of-state agency (a) interferes with, (b) seeks to interfere with, or (c) exercises or seeks to exercise control over a Connecticut utility company, cable-TV company, or holding company; or
- 2. any entity (a) takes actions that make it a holding company that

controls a Connecticut utility or cable-TV company; (b) acquires control over such a holding company; or (c) takes any action that, if successful, would make it a holding company or give it control over a holding company.

The bill expands this provision to also require PURA's review and approval when these actions involve a certified telecommunications provider, certified competitive video service provider (e.g., Frontier-TV), certified video franchise authority provider, or broadband provider (referred to as "service providers" below). (By law, a certified competitive video service provider operates under a certificate of video franchise authority, thus the difference between a certified competitive video service provider and a certified video franchise authority provider is unclear.)

This expansion generally subjects the service providers to the same requirements, criteria, and procedures applicable to other entities when PURA reviews these holding company actions. Among other things, it:

- 1. allows PURA to request the views of the providers as part of its investigation;
- 2. requires PURA to consider factors such as the applicant for approval's financial, technological, and managerial suitability;
- 3. allows PURA to order a party in the proceeding to refrain from communicating with certain entities; and
- 4. allows the service providers to seek a court injunction under certain circumstances.

Decision Deadline

Current law generally requires PURA to issue its decision within 200 days after the application for review and approval was filed. The bill however, requires PURA to issue its decision within 120 days when these actions involve a cable TV company (which is currently subject to the 200-day deadline), holders of a certificate of cable franchise

authority (see BACKGROUND), and holders of a certificate of video franchise authority. Unlike current law for the 200-day deadline, which allows PURA to extend the deadline by 30 days after notifying the parties and intervenors, the bill does not allow PURA to extend the 120-day deadline unless the entity seeking approval agrees.

§ 12 — PUBLIC UTILITY CONTROL FUND

Under current law, the administrative costs of PURA, the Office of Consumer Council (OCC), and DEEP's Bureau of Energy and Technology are funded through assessments on public service companies, telephone companies, certified telecommunications providers, retail electric suppliers, and certified competitive video service providers that had more than \$100,000 in gross revenues in the state in the preceding calendar year. PURA annually assesses each company for its share of expenses for OCC, DEEP's energy bureau, and PURA.

The bill also subjects to this assessment broadband providers that had more than \$100,000 in gross revenues in the state in the preceding calendar year. In addition, it expands the assessment to also cover OPM's expenses related to developing broadband mapping and speed metrics as required under the bill.

§ 13 — COMPLAINTS AND PURA MEDIATION

The bill requires PURA to receive, process, and record consumer and business complaints for each broadband provider. And it requires them to each implement a process for handling inquiries from PURA and customer inquiries, billing issues, service issues and other complaints.

If an issue is not resolved through this process, the bill allows a customer to ask PURA for a confidential, nonbinding mediation with the broadband provider, and a designated member of PURA's staff must serve as the mediator. If the mediation is unsuccessful, the customer may file a formal complaint with PURA. If it finds the provider noncompliant with these provisions on complaints and

mediation, PURA must order the provider to remedy the noncompliance within a reasonable period of time. A provider's failure to comply may subject it to civil penalties of up to \$40,000 for a failure to comply with an order, and injunctive relief.

§ 14 — BROADBAND PROVIDER LIMITATIONS

The bill prohibits broadband providers from (1) blocking, restricting, or interfering with an end user's use of nonharmful devices, (2) interfering with an end user's ability to select a broadband provider, or (3) denying a potential customer broadband service based on discriminatory financial terms, credit scores, or arrearage on charges for other services that the provider offers.

§ 15 — SERVICE OUTAGES

The bill requires broadband providers, after a power outage, to restore service to their customers within 24 hours after power has been restored, unless PURA extends the deadline due to the severity of a weather, or other catastrophic, event.

It also requires each provider to give an affected customer an account credit or refund for any outage, continuous or intermittent, of broadband service that occurs for the customer for more than 24 consecutive hours, unless the customer caused the outage. Under the bill, anytime a provider has such an outage it must file a report with PURA and OSB within 15 days after the outage (the bill does not specify if it is 15 days from the beginning or end of the outage).

The bill requires PURA, by December 31, 2021, to begin a proceeding to investigate the resiliency of service and infrastructure provided by wireline cable, telecommunications, and broadband providers to ensure proper planning for the timely restoration of broadband services after electrical or other outages.

§ 16 — NOTICE REQUIREMENTS

The bill requires broadband providers, when they initially activate a customer's service and then annually or upon request, to provide a customer with a notice of (1) all available options for broadband service,

including upload and download speeds; (2) the charges for each option; (3) its credit policies, including any finance charges or late payment charges; and (4) its network management practices related to an end user's Internet use.

The bill also requires broadband providers to inform PURA, DEEP, the Energy and Technology Committee's chairpersons, OSB, and each customer within the affected service area about any changes to their (1) charges for Internet service or equipment use, (2) upload or download speeds, and (3) network management practices related to an end user's Internet use. The providers must do this at least 30 days before implementing the change.

§ 17 — ANNUAL REPORTS BY BROADBAND PROVIDERS

The bill requires each broadband provider, starting by March 1, 2022, to annually file a report with PURA, DEEP, the Energy and Technology Committee's chairpersons, OSB, and DECD. The report must be on the provider's operations within the state, including availability of its broadband service areas, upload and download speeds in each service area, service outages, and other requirements set by PURA. The report must be provided in a form designated by PURA, in consultation with DEEP, DECD, and OSB.

§§ 18-19 — VIDEO & CABLE-TV PROVIDERS

Current law prohibits PURA from requiring certified competitive video service providers (e.g., Frontier-TV) and companies that have a certificate of cable franchise authority (i.e., cable-TV providers) to comply with facility build-out requirements or to provide their services to a customer through any specific technology. The bill removes this prohibition. It keeps the law's prohibition on PURA imposing any rate regulation on these types of video providers, but for certified competitive video service providers, it specifies that the prohibition is limited to regulating rates for video services.

The bill requires each certified competitive video service provider and cable-TV provider to submit an affidavit certifying that it has

facilities in the public highways, streets, or other public rights-of-way in its service areas that are capable of providing video service and all other services that it offers to each residential, governmental, and commercial address. They must submit their affidavits by September 30, 2022, to PURA, DEEP, the Energy and Technology Committee's chairpersons, OSB, and DECD. The bill allows the providers to consider using existing state broadband assets to comply with this requirement.

The bill prohibits certified competitive video service providers and cable-TV providers from assessing a contribution in aid of construction or any other charge to a potential customer for the build-out of any facilities in the public highways, streets, or other public rights-of-way.

Under the bill, if either type of provider fails to comply with the affidavit requirement or assesses a prohibited build-out charge, PURA may impose civil penalties of up to \$10,000 per offense and open a proceeding to revoke the provider's certification.

§ 20 — UTILITY POLE ATTACHMENTS AND UNDERGROUND CONDUIT

Make-Ready Requirements

The bill requires PURA, in an uncontested proceeding and by January 31, 2022, to develop a process for constructing facilities in the public highways, streets, or other public rights-of-way that ensures timely and nondiscriminatory procedures for utility pole attachments and conduit excavations for telecommunications service providers and broadband providers.

It also requires PURA, by that same date and in an uncontested proceeding, to develop a "one-touch make-ready" process for attaching telecommunications service and broadband service facilities on utility poles, to be implemented by the poles' owners. Under the bill, a "one-touch make-ready" is modifying or replacing a utility pole, or the lines or equipment on it, to accommodate additional facilities on the pole, and the person attaching the new equipment performs all of the modification or replacement work.

Under the bill, PURA must submit a report, by January 1, 2022, that includes its fully developed one-touch make-ready process to the Energy and Technology Committee, OSB, DEEP, DECD, and DOT. (The bill requires PURA to submit this report before its deadline to develop the process.)

Pole Attachments

The bill requires that an applicant for a utility pole attachment license made to the pole's owner or custodian, be granted a (1) temporary license within 30 days after submitting a complete application and (2) permanent license within 90 days after submitting a complete application. It requires PURA to establish an expedited dispute resolution process to address any issues that may arise between an individual attaching telecommunications service or broadband service facilities on a utility pole and the pole's owner or custodian.

Requirements for Underground Facilities

The bill requires PURA to impose certain requirements on Internet access service providers when they apply to build underground facilities that will contain conduit for telecommunications service providers or broadband providers (it is unclear when or why the providers must apply to PURA to do this). Under the bill, PURA must condition its approval on the following requirements:

- 1. the size of the conduit must be consistent with industry best practices and sufficient to accommodate potential demand;
- 2. handholes and manholes for fiber optic cable access and pulling, respectively, must be placed at intervals consistent with industry best practices;
- 3. the conduit must be installed with a pull tape and capable of supporting additional fiber optic cable;
- 4. the applicant must notify telecommunications service providers and broadband providers about the proposed excavation to reduce the potential for future street excavations in the same

location;

5. a telecommunications service provider or broadband provider, upon request, must be able to access the conduit on a competitively neutral and nondiscriminatory basis, and for a charge that does not exceed a cost-based rate; and

6. the applicant must report to PURA upon completion to verify that it has complied with the above requirements.

Excavations in State Highway Rights-of-Way

For excavations in the state highway rights-of-way, the bill requires the applicant to comply with DOT's encroachment permit process, including paying any applicable fees. Any application for construction in the public highways, streets, or other public rights-of-way must require the applicant to install a conduit for DOT's benefit, as required by the municipal gain law (see § 6 above).

The bill authorizes the DOT commissioner to lease space or enter into a contract or agreement to permit access to space, in any conduit installed by DOT in the public highways, streets, or other public rights-of-way. The lease or contract may be on the terms and conditions, and for any purpose, deemed to be in the public interest by the commissioner. The bill specifies that it does not limit DOT's use of conduits on public highways, streets, or other public rights-of-way as otherwise permitted by law.

Provision Coverage & Penalties

Under the bill, all PURA-regulated utility companies and other persons that PURA authorizes to install facilities in, under, or over the public highways, streets, or other public rights-of-way must obey, observe, and comply with these provisions on pole attachments and underground conduit and PURA's applicable orders about them. Failure to comply may result in a fine of up to \$100,000 for a willful violation or up to \$50,000 for other violations. PURA must impose the civil penalty under its statutory procedure for doing so.

Under the bill, these fines cannot be recovered in any rate proceeding conducted by PURA.

§ 21 — ACCESS TO OCCUPIED BUILDINGS

The bill gives each broadband provider the same right of access to an "occupied building" as telecommunications service providers have under current law. Under the bill, an "occupied building" is a building or a part of a building that is rented, leased, hired out, arranged or designed to be occupied, or is occupied (1) as the home or residence of at least three families living independently of each other; (2) as the place of business of at least three businesses conducting business independently of each other, or (3) by any combination of at least three independent families and businesses. It includes trailer parks, mobile manufactured home parks, nursing homes, hospitals, and condominium associations.

In effect this requires, among other things, an occupied building's owner to allow wiring to provide broadband service in the building if: (1) a tenant requests services from the broadband provider; (2) the entire cost of the wiring is assumed by the provider; and (3) the provider indemnifies and holds the owner harmless for any damages caused by the wiring.

The bill also eliminates a provision in current law that gives certified competitive video service providers similar rights and responsibilities for service and wiring to multi-unit residential buildings (§ 18). (Presumably, these providers would, in practice, also be covered by the provision of § 21 in the bill.)

§ 22 — ANTI-DISCRIMINATION

Current law prohibits telephone companies and certified telecommunications providers from (1) refusing to provide, or negotiate to provide, their services to any customer because of age, race, creed, color, national origin, ancestry, sex, gender identity or expression, marital status, sexual orientation, lawful source of income, disability or familial status; or (2) declining to provide service to a customer solely

because the customer is in an economically distressed area or qualifies for hardship status.

The bill expands these prohibitions to include broadband providers and their services and adds economic status to the list of protected characteristics. It similarly covers broadband providers under the current law's prohibition against telephone companies and certified telecommunications providers terminating or refusing to reinstate service except as allowed under the public utility laws.

The bill allows an affected person, including a municipality where a potential broadband service customer resides, or OSB, to seek enforcement of these requirements by filing a complaint with PURA.

§ 23 — SERVICE TERMINATIONS FOR DELINQUENT PAYMENTS

The bill prohibits broadband providers from terminating service because of delinquent payments:

- 1. on a Friday, Saturday, Sunday, legal holiday, or day before a legal holiday (unless it is for a nonresidential account on a Friday that is not a holiday or day before a holiday and the provider is open the next day);
- 2. when the provider's business office is closed to the public; or
- 3. less than one hour before the provider's business office closes to the public.

Current law prohibits other utility companies from stopping service because of delinquent payments during the same times.

§ 24 — STATE BUILDING CODE

The bill requires the state building inspector and the Codes and Standards Committee to revise the State Building Code so that it requires buildings that qualify as a new construction or a major alteration of a commercial or multi-family building to include a minimum infrastructure requirement to support broadband service. The inspector and committee must define these requirements in the

revisions. The bill does not establish a deadline for this revision.

BACKGROUND

Certified Competitive Video Service Provider

By law, a certified competitive video service provider is an entity providing video service under a PURA-issued certificate of video franchise authority (e.g., AT&T's U-Verse service) (CGS § 16-1(a)(41)). A certificate of video franchise authority grants the right to own, lease, maintain, operate, manage, or control facilities in, under or over any public highway to offer video service to any subscribers in the state (CGS § 16-1(a)(42)).

Certificate of Cable Franchise Authority

By law, a certificate of cable franchise authority is a PURA-issued authorization giving a cable-TV company the right to own, lease, maintain, operate, manage or control a cable-TV system in, under or over any public highway to (a) offer cable-TV service in its designated franchise area, or (b) use the public rights-of-way to offer video service in a designated franchise area (CGS § 16-1(a)(43)).

Certified Telecommunications Provider

By law, a certified telecommunications provider is an entity certified by PURA to provide intrastate telecommunications services (CGS § 16-1(a)(32)).

COMMITTEE ACTION

Energy and Technology Committee

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Joint Favorable
Yea 19 Nay 7 (03/18/2021)
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